BEFORE THE

PUBLIC SERVICE COMMISSION OF WISCONSIN

Application of Wisconsin Gas Company for Authority to issue and sell up to \$50,000,000 of Debt Securities in one or more series

6650-SB-107

NOTICE OF PROCEEDING AND INVESTIGATION AND ASSESSMENT OF COSTS

THIS IS A PROCEEDING to consider the December 7, 1998, application of Wisconsin Gas Company for authority to issue up to \$50,000,000 principal amount of debt securities. The company states that proceeds of the debt securities will be used to: 1) replace in the company's capital structure \$40 million of 7-1/2 percent unsecured notes that were due and repaid on November 16, 1998, 2) to replace in the company's capital structure that amount of the adjustable rate series first mortgage bonds that have been or will be repaid during the calendar years 1997, 1998, and 1999, due to sinking fund payments; and 3) other general corporate needs and purposes.

The Commission does not discriminate on the basis of disability in the provision of programs, services, or employment. Any person with a disability who needs accommodations to participate in this proceeding or who needs to get this document in a different format should contact the case coordinator listed below.

The Commission considers it necessary, in order to carry out its duties, to investigate all books, accounts, practices, and activities of the applicant. The expenses incurred or to be incurred by the Commission which are reasonably attributable to such an investigation will be assessed against and collected from the applicant in accordance with the provisions of Wis. Stat. § 196.85 and Wis. Admin. Code ch. PSC 5.

This is a Type III action under Wis. Admin. Code § PSC 4.10(3). Since no unusual circumstances have come to the attention of the Commission which indicate that significant environmental consequences are likely, neither an environmental impact statement under Wis. Stat. § 1.11 nor an environmental assessment is required.

Docket 6650-SB-10'	7
--------------------	---

Questions regarding this matter may be a (608) 267-9159.	directed to case coordinator Dennis M. Tuohy a
Dated at Madison, Wisconsin,	
By the Commission:	
Lynda L. Dorr	-
Secretary to the Commission	
DMT:pr:g:\notice\pending\6650-SB-107 Hearing.doc	